

Registered No. HSE-49/2015.

[Price: ₹. 0-15 Paise.



తెలంగాణ రాజ పత్రము

RULES SUPPLEMENT TO PART- I EXTRAORDINARY OF THE TELANGANA GAZETTE PUBLISHED BY AUTHORITY

No.143-I] HYDERABAD, WEDNESDAY, JUNE 1, 2016.

NOTIFICATIONS BY GOVERNMENT

-----X-----

FINANCE DEPARTMENT (BG)

THE ANDHRA PRADESH FISCAL RESPONSIBILITY AND
BUDGET MANAGEMENT ACT, 2005 (ACT NO.34 OF 2005) -
ADAPTATION TO THE STATE OF TELANGANA.

[G.O.Ms.No. 71, Finance (BG), 1st June, 2016.]

In exercise of the powers conferred by Section 101 of the Andhra Pradesh Re-organisation Act, 2014 (Central Act No.6 of 2014), the Government of Telangana hereby makes the following order, namely :-

1. (a) this Order, may be called “the Andhra Pradesh Fiscal Responsibility and Budget Management Act, 2005 (Act No.34 of 2005)” (Telangana Adaptation) Order, 2016.
- (b) It shall be deemed to have come into force with effect from 02.06.2014

[1]

G.-288.

2. The Andhra Pradesh General Clauses Act, 1891 (Act.No.1 of 1891), shall apply for the interpretation of this Order as it applies for the interpretation of a State Act.
3. For the purpose of this order and the Act adapted herein, the expression “the State” shall have the meaning and area as specified in section 3 of the Andhra Pradesh Reorganization Act, 2014.
4. The ‘law’, i.e., “the Andhra Pradesh Fiscal Responsibility and Budget Management Act, 2005 (Act No.34 of 2005)” being adapted in this order shall have the same meaning as defined in section 2(f) of the Andhra Pradesh Reorganization Act, 2014.
5. In “The Andhra Pradesh Fiscal Responsibility and Budget Management Act, 2005 (Act No.34 of 2005)”-
 - (a) throughout the Act, for the words “ANDHRA PRADESH” the word “TELANGANA” shall be substituted.
 - (b) for the proviso to section 9(2) (b), the following shall substituted.

“Provided that for each of the financial years 2016-17 to 2019-20, flexibility for additional fiscal deficit shall be available to the State up to a maximum of 0.5.% of GSDP over and above the normal fiscal deficit limit of 3% of GSDP in any given year subject to fulfilling the following conditions laid down by the Fourteenth Finance Commission.

 - i) The State shall be eligible for flexibility for additional fiscal deficit of 0.25% of GSDP over and above the limit of 3.0% of GSDP for any given year, if the debt-GSDP ratio is less than or equal to 25 per cent in the immediately preceding year.
 - ii) The State shall be eligible for an additional fiscal deficit of 0.25 percent of GSDP in any given year if interest payments are less than or equal to 10 percent of the revenue receipts in the immediately preceding year.
 - iii) The State shall have the option of availing of the options under (i) and (ii) above either separately, if any of the above criteria is fulfilled, or simultaneously if the both the above criteria are fulfilled.
 - iv) The additional fiscal deficit limit upto 0.5% of GSDP shall be conditional on the State having on revenue deficit in the year in

which additional fiscal deficit is to be incurred and also in the immediately preceding year.

(c) The following shall be inserted as (bb) after section 9(2) (b).

“The State shall have the facility of additional borrowings to the extent of unutilised fiscal deficit limit of GSDP, if any, in any particular year during the period 2016-17 to 2018-19 in the following year but within the period 2016-17 to 2019-20.”

(d) In section 2, clause (ka) shall be omitted.

(e) In section 11, sub-sections (6-A), (6-B) and (6-C) shall be omitted.

Dr. RAJIV SHARMA,
Chief Secretary to Government.

—X—